

ORIGINAL

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November 17, 1999

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BY HAND DELIVERY

Ms. Magalie R. Salas
Secretary
Federal Communications Commission
The Portals
445 Twelfth Street, S.W.
Washington, D.C. 20554

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FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Re: Merger of Qwest Communications International Inc. and
U S WEST, Inc., CC Docket No. 99-272; File No. 18-EX-TC-
1999 et al.

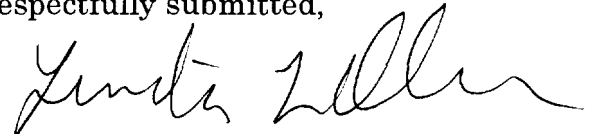
Dear Ms. Salas:

Enclosed for inclusion in the record in the referenced proceeding is a copy of a letter hand-delivered to Margaret Egler, Esq. of the Common Carrier Bureau Policy Division from the undersigned counsel for Qwest on November 15, 1999.

Please return a date-stamped copy of this letter (copy provided).

Please contact the undersigned if you have any questions.

Respectfully submitted,



Linda L. Oliver
Counsel for Qwest Communications
International Inc.

Enclosure

No. of Copies 0148

HOGAN & HARTSON
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November 15, 1999

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BY TELECOPY AND FIRST CLASS MAIL

Margaret Egler, Esq.
Policy and Program Planning Division
Common Carrier Bureau
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: Applications for Transfer of Control of Qwest Communications
International, Inc. and U S WEST, Inc., CC Docket No. 99-272

Dear Ms. Egler:

During our meeting on Friday November 12, we discussed the need for a protective order for this docket so that Qwest and U S WEST will be in a position to provide confidential materials to the Commission in connection with the Commission's review of the Qwest/U S WEST merger application. I have enclosed a marked-up copy of the Bureau's recent order adopting a protective order in the AT&T/MediaOne merger proceeding (CC Docket No. 99-251). The revisions we have proposed relate solely to the different identity of the parties and their counsel, with one exception. We have suggested a change to the confidentiality agreement to add the term "or consultant" to make it consistent with the scope of paragraph 3 of the protective order.

Please call me if you have any questions. Thank you very much for your assistance on this matter.

Sincerely,



Linda L. Oliver
Counsel for Qwest Communications Inc.

Enclosures

cc: Genevieve Morelli (Qwest)
Melissa Newman (U S WEST)

BRUSSELS BUDAPEST LONDON MOSCOW PARIS* PRAGUE WARSAW

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*Affiliated Office

Before the
Federal Communications Commission
Washington, D.C. 20554

In the Matter of)

Applications for Consent to the)
Transfer of Control of Licenses and)
Section 214 Authorizations from)

MEDIAONE GROUP, INC., U S WEST,)
Transferor, INC,)

To)

AT&T CORP., QWEST COMMUNI-)
Transferee. CATIONS)
INTERNATIONAL, INC.)

CC Docket No. 99-272

CS Docket No. 99-251

ORDER ADOPTING PROTECTIVE ORDER

Adopted: August 6, 1999 ^e

Released: August 6, 1999 ^e

By the Chief, ~~Cable Services Bureau~~ Common Carrier Bureau:

On August 19, 1999, Qwest Communications International Inc. and U S WEST, Inc.,
1. On July 7 and 15, 1999, AT&T Corp. (AT&T) and MediaOne Group Inc. (MediaOne) filed joint applications with the Federal Communications Commission (Commission or FCC) pursuant to Sections 214 and 310 of the Communications Act to transfer to ~~AT&T~~ control of the licenses and authorizations controlled by ~~MediaOne~~ and its affiliates and subsidiaries.¹ In response to Commission inquiries, ~~AT&T~~ and ~~MediaOne~~ plan to submit additional information for consideration. Due to the proprietary and commercially sensitive nature of such information, ~~AT&T~~ filed a proposed protective order with the ~~Cable Services Bureau~~ (Bureau) on August 3, 1999.²

Qwest and U S WEST

November 15, 1999

Qwest

Qwest and U S WEST

2. The Bureau hereby enters ~~AT&T's~~ proposed protective order (attached as Exhibit A) to ensure that any confidential or proprietary documents submitted by ~~AT&T~~ and ~~MediaOne~~ are afforded adequate protection. We note that ~~AT&T's~~ proposed protective order is identical to the protective order adopted in another merger currently pending before the Commission involving GTE Corporation and Bell Atlantic Corporation.³

Qwest's and U S WEST

Qwest and U S WEST

Applications for Transfer of Control, filed August 19, 1999, CC Docket No. 99-272

¹See Description of Transaction, Public Interest Showing and Related Demonstrations, filed July 7, 1999 (CS Docket No. 99-251).

Linda L. Oliver, Counsel for Qwest, to Margaret Egler, Policy Division, Common Carrier

²Letter from Mark D. Schneider, counsel for AT&T, to Quyen Truong, Associate Chief, Cable Services Bureau, FCC (August 3, 1999).

(Nov. 15, 1999).

³Applications for Consent to the Transfer of Control of Licenses and Section 214 Authorizations from GTE Corporation (Transferor) to Bell Atlantic Corporation (Transferee), CC Docket No. 98-184, Order Adopting Protective Order, DA 98-2348, 13 FCC Rcd 22751 (rel. Nov. 19, 1998) (GTE/Bell Atlantic Protective Order).

Qwest/U S WEST

3. As occurred in the *MCI/Worldcom* proceeding, we expect the commenters in the ~~AT&T MediaOne~~ merger proceeding may seek access to confidential information submitted by ~~AT&T and MediaOne~~, which may include highly sensitive information, such as future business plans, customer names, usage patterns, locations, and traffic volumes.⁴ In the *MCI/Worldcom* proceeding, the Common Carrier Bureau determined that in-house economists and certain other in-house staff should not have access to confidential information, because "there is a greater risk of inadvertent disclosure by such individuals that is not justified given the sensitive nature of the information at issue."⁵ Because access by in-house economists to the documents commenters may seek to review in this proceeding would pose the same potential competitive harm to ~~AT&T and MediaOne~~ and the same risk of inadvertent disclosure, the Bureau's adopted protective order declines to allow in-house economists and certain other in-house staff access to the confidential documents ~~AT&T and MediaOne~~ provide.

Qwest and U S WESTQwest and U S WEST

4. ~~AT&T~~ shall make available for review the documents subject to this protective order at the offices of ~~AT&T's outside counsel, Sidley & Austin, 1722 Eye Street, N.W., Washington, D.C. 20006.~~ ~~MediaOne shall make available for review the documents subject to this protective order at the offices of MediaOne's outside counsel, Willkie Farr & Gallagher, Three Lafayette Centre, 1155 21 St., N.W., Washington, D.C. 20036-3384.~~ Parties reviewing these documents will be provided the following alternatives: 1) parties will be provided adequate opportunity to inspect the documents on site; 2) parties may inspect the documents on site with the ability to request copies, at cost, of all or some of the documents, other than those marked as "Copying Prohibited;" or 3) parties may request a complete set of the documents at cost, allowing two days after the request is made for receipt of the copies. If a complete set of documents will be requested, parties are encouraged to make such requests at the time they submit the Acknowledgment of Confidentiality (see Attachment to Protective Order). This will allow parties the opportunity to begin reviewing the documents at the end of the five-day period referenced in paragraph 5 of the protective order. All copies of documents that are removed from the ~~Sidley & Austin or Cote Ramond~~ offices will bear an original confidential stamp and must be returned in accordance with the terms of the protective order.

Hogan & Harrison

5. Any party seeking access to confidential documents subject to this protective order shall request access pursuant to paragraph 5 of the protective order.

Qwest's outside counsel,
Hogan & Harrison, L.L.P.,
555 13th Street, N.W.,
Washington, D.C.
20004.

FEDERAL COMMUNICATIONS COMMISSION

~~Deborah E. Lathen~~ Lawrence Strickling
Chief, ~~Cable Services Bureau~~ Common Carrier Bureau

⁴Applications of WorldCom, Inc. and MCI Communications Corporation for Transfer of Control of MCI Communications Corporation to WorldCom, Inc., CC Docket No. 97-211, Order Adopting Protective Order, DA 98-1072, 13 FCC Rcd 11166 at para. 5 (rel. June 5, 1998) (*MCI/WorldCom Order Adopting Protective Order*).

⁵*Id.* para. 6; see also *Id.* at para. 5 (discussing scope of in-house counsel provision).

Exhibit A

PROTECTIVE ORDER

On August 19, 1999, Qwest Communications International, Inc. ("Qwest") and US WEST, Inc. ("US WEST")

1. ~~On July 7 and 15, 1999, AT&T Corp. ("AT&T") and MediaOne Group Inc. ("MediaOne")~~ filed joint applications with the Federal Communications Commission (the "Commission") pursuant to Sections 214 and 310(d) of the Communications Act to transfer control of ~~MediaOne's~~ FCC licenses and authorizations to ~~AT&T~~. The Commission anticipates that it may seek documents in this proceeding from ~~AT&T and MediaOne~~ (individually or collectively, the "Submitting Party") that contain proprietary or confidential information, and, therefore, should be made available pursuant to a protective order. Consequently, the Bureau enters this Protective Order to ensure that the documents considered by the Submitting Party to be confidential and proprietary are afforded protection. This Order does not constitute a resolution of the merits concerning whether any confidential information would be released publicly by the Commission upon a proper request under the Freedom of Information Act (FOIA) or otherwise.

Qwest
and
US
WEST

Qwest

US WEST'S

2. *Non-Disclosure of Stamped Confidential Documents.* Except with the prior written consent of the Submitting Party, or as hereinafter provided under this Order, neither a Stamped Confidential Document nor the contents thereof may be disclosed by a reviewing party to any person. A "Stamped Confidential Document" shall mean any document that bears the legend (or which otherwise shall have had the legend recorded upon it in a way that brings its attention to a reasonable examiner) "CONFIDENTIAL INFORMATION - SUBJECT TO PROTECTIVE ORDER IN ~~ES Docket No. 99-251~~" before the Federal Communications Commission" to signify that it contains information that the Submitting Party believes should be subject to protection under FOIA and the Commission's implementing rules unless the Commission determines, *sua sponte* or by petition, pursuant to Sections 0.459 or 0.461 of its rules that any such document is not entitled to confidential treatment. For purposes of this order, the term "document" means all written, recorded, electronically stored, or graphic material, whether produced or created by a party or another person.

CC Docket No.
99-272

3. *Permissible Disclosure.* Subject to the requirements of paragraph 5, Stamped Confidential Documents may be reviewed by outside counsel of record and in-house counsel who are actively engaged in the conduct of this proceeding, provided that those in-house counsel seeking access are not involved in competitive decision-making, *i.e.*, counsel's activities, association, and relationship with a client that are such as to involve counsel's advice and participation in any or all of the client's business decisions made in light of similar or corresponding information about a competitor. Subject to the requirements of paragraph 5 and subject to the obligation to secure the confidentiality of Stamped Confidential Documents in accordance with the terms of this order, such counsel may disclose Stamped Confidential Documents to: (i) the partners, associates, secretaries, paralegal assistants, and employees of such counsel to the extent reasonably necessary to render professional services in this proceeding; (ii) Commission officials involved in this proceeding; (iii) outside consultants or experts retained for the purpose of assisting counsel in these proceedings and who are not involved in the analysis underlying the business decisions and who do not participate directly in the business decisions of any competitor of any

Submitting Party: (iv) employees of such counsel involved solely in one or more aspects of organizing, filing, coding, converting, storing, or retrieving data or designing programs for handling data connected with this proceeding; and (v) employees of third-party contractors performing one or more of these functions. The Submitting Party shall make available for review the Stamped Confidential Documents at the offices of ~~AT&T's outside counsel, [Sidley & Austin, 1722 Eye Street, N.W., Washington, D.C. 20006-20006]~~

~~20006-~~ *Awest's* ~~[Hogan + Harrison, L.L.P., 555 13th Street, N.W., Washington, D.C. 20004]~~

4. *Access to Confidential Documents.* Persons described in paragraph 3 shall have the obligation to ensure that access to Stamped Confidential Documents is strictly limited as prescribed in this order. Such persons shall further have the obligation to ensure: (i) that Stamped Confidential Documents are used only as provided in this order; and (ii) that Stamped Confidential Documents are not duplicated except as necessary for filing at the Commission under seal as provided in paragraph 7.

5. *Procedures for Obtaining Access to Confidential Documents.* In all cases where access to Stamped Confidential Documents is permitted pursuant to paragraph 3, and before reviewing or having access to any Stamped Confidential Documents, each person seeking such access shall execute the Acknowledgment of Confidentiality to the Commission and to each Submitting Party so that it is received by each Submitting Party five business days prior to such person's reviewing or having access to any such Stamped Confidential Documents. Each Submitting Party shall have an opportunity to object to the disclosure of Stamped Confidential Documents to any such persons. Any objection must be filed at the Commission and served on counsel representing, retaining or employing such person within three business days after receiving a copy of that person's Acknowledgment of Confidentiality. Until any such objection is resolved by the Commission and any court of competent jurisdiction prior to any disclosure, and unless that objection is resolved in favor of the person seeking access, persons subject to an objection from a Submitting Party shall not have access to Stamped Confidential Documents.

6. *Requests for Additional Disclosure.* If any person requests disclosure of Stamped Confidential Documents outside the terms of this protective order, such requests will be treated in accordance with Sections 0.442 and 0.461 of the Commission's rules.

7. *Use of Confidential Information.* Persons described in paragraph 3 may, in any documents that they file in this proceeding, reference information found in Stamped Confidential Documents or derived therefrom (hereinafter, "Confidential Information"), but only if they comply with the following procedure:

a. Any portions of the pleadings that contain or disclose Confidential Information must be physically segregated from the remainder of the pleadings;

b. The portions of pleadings containing or disclosing Confidential Information must be covered by a separate letter to the Secretary of the Commission referencing this Protective Order;

c. Each page of any party's filing that contains or discloses Confidential Information subject to this Order must be clearly marked: "Confidential Information included pursuant to Protective Order, ~~CS Docket No. 99-251;~~" and

Vcc Docket No. 99-272;" and

d. The confidential portion(s) of the pleading shall be served upon the Secretary of the Commission and each Submitting Party. Such confidential portions shall be served under seal, and shall not be placed in the Commission's Public File. A party filing a pleading containing Confidential Information shall also file a redacted copy of the pleading containing no Confidential Information, which copy shall be placed in the Commission's public files. Parties may provide courtesy copies under seal of pleadings containing Confidential Information to Commission staff.

8. *No Waiver of Confidentiality.* Disclosure of Confidential Information as provided herein by any person shall not be deemed a waiver by any Submitting Party of any privilege or entitlement to confidential treatment of such Confidential Information. Reviewing parties, by viewing this material: (a) agree not to assert any such waiver; (b) agree not to use information derived from any confidential materials to seek disclosure in any other proceeding; and (c) agree that accidental disclosure of Confidential Information by a Submitting Party shall not be deemed a waiver of any privilege or entitlement as long as the Submitting Party takes prompt remedial action.

9. *Subpoena by Courts or Other Agencies.* If a court or another administrative agency subpoenas or orders production of Stamped Confidential Documents or Confidential Information that a party has obtained under terms of this order, such party shall promptly notify each Submitting Party of the pendency of such subpoena or order. Consistent with the independent authority of any court or administrative agency, such notification must be accomplished such that the Submitting Party has a full opportunity to oppose such production prior to the production or disclosure of any Stamped Confidential Document or Confidential Information.

10. *Client Consultation.* Nothing in this order shall prevent or otherwise restrict counsel from rendering advice to their clients relating to the conduct of this proceeding and any subsequent judicial proceeding arising therefrom and, in the course thereof, relying generally on examination of Stamped Confidential Documents; provided, however, that in rendering such advice and otherwise communicating with such client, counsel shall not disclose Stamped Confidential Documents or Confidential Information.

11. *Violations of Protective Order.* Persons obtaining access to Stamped Confidential Documents or Confidential Information under this order shall use the information solely for preparation and the conduct of this proceeding as delimited in paragraphs 4, 7, and 10, and any subsequent judicial proceeding arising directly from this proceeding and, except as provided herein, shall not use such information for any other purpose, including business, governmental, commercial, or other administrative, regulatory or judicial proceedings. ~~Parties will be permitted to use these materials in connection with communications and submissions to the Department of Justice as they pertain to that agency's review of the antitrust aspects of the proposed merger of AT&T and MediaOne.~~ Should a party that has properly obtained access to Confidential Information under this Protective Order violate any of its terms, that party shall immediately convey that fact to the Commission and to the Submitting Party. Further, should such violation consist of improper disclosure of Confidential Information, the violating party shall take all necessary steps to remedy the improper disclosure. The Commission retains its full authority to fashion appropriate sanctions for violations of this Protective Order.

12. *Prohibited Copying.* If, in the judgment of the Submitting Party, a document contains information so sensitive that it should not be copied by anyone, it shall bear the additional legend

"Copying Prohibited," and no copies of such document, in any form, shall be made. Application for relief from this restriction against copying may be made to the Commission, with notice to counsel for the Submitting Party.

13. *Termination of Proceeding.* The provisions of this order shall not terminate at the conclusion of this proceeding. Within two weeks after conclusion of this proceeding (which includes any administrative or judicial review), Stamped Confidential Documents and all copies of same shall be returned to the Submitting Party. No material whatsoever derived from Stamped Confidential Documents may be retained by any person having access thereto, except counsel to a party in this proceeding (as described in paragraph 3) may retain, under the continuing strictures of this order, two copies of pleadings containing confidential information prepared on behalf of that party. All counsel of record shall make certification of compliance herewith and shall deliver the same to counsel for the Submitting Party not more than three weeks after conclusion of this proceeding.

14. *Authority.* This Order is issued pursuant to Sections 4(i), 214(a), and 310(d) of the Communications Act of 1934, as amended, 47 U.S.C. §§ 154(i), 214(a), and 310(d), Section 4 of the Freedom of Information Act, 5 U.S.C. § 552(b)(4), and authority delegated under Section 0.321 of the Commission's rules, 47 C.F.R. § 0.321, and is effective upon its adoption.

FEDERAL COMMUNICATIONS COMMISSION

Lawrence Strickling

~~Deborah Lathen~~

Chief, Cable Services Bureau

>Common
Carrier

Appendix A

ACKNOWLEDGEMENT OF CONFIDENTIALITY

I hereby acknowledge that I have received and read a copy of the foregoing Protective Order in the above-captioned proceeding and I understand it. I agree that I am bound by this Order and that I shall not disclose or use documents or information designated as "CONFIDENTIAL INFORMATION" or any information gained therefrom except as allowed by the Order. I acknowledge that a violation of the Protective Order is a violation of an order of the Federal Communications Commission.

Without limiting the foregoing, to the extent that I have any employment, affiliation or role with any person or entity other than a conventional private law firm (such as, but not limited to, a lobbying or public interest organization), I acknowledge specifically that my access to any information obtained as a result of the order is due solely to my capacity as counsel to a party or other person described in paragraph 3 of the foregoing Protective Order and that I will not use such information in any other capacity nor will I disclose such information except as specifically provided in the order.

Executed at _____ this ____ day of _____, 199__.

Signature

Title

or
consultant